

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF BULLOCK PEN WATER)
DISTRICT FOR APPROVAL TO ENTER INTO A)
LEASE AGREEMENT WITH THE BANK OF)
KENTUCKY, INC. IN A PRINCIPAL AMOUNT)
NOT TO EXCEED \$860,000.00 FOR THE PURPOSE) CASE NO. 2012-00507
OF REFINANCING CERTAIN OUTSTANDING)
DEBT OBLIGATIONS BETWEEN THE KENTUCKY)
RURAL WATER FINANCE CORPORATION AND)
THE BULLOCK PEN WATER DISTRICT)

ORDER

Bullock Pen Water District ("Bullock Pen") has requested a deviation from 807 KAR 5:001, Section 11(2)(a), which requires the filing of a financial exhibit covering "operations for a twelve (12) month period . . . ending not more than ninety (90) days prior to the date the application is filed."¹ It has provided its financial statements for calendar year 2011 and represents that there has been no change that is material in nature in its financial condition or operation since the publication of these statements.

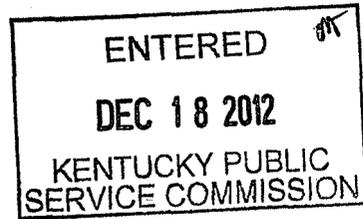
Finding that Bullock Pen has demonstrated good cause to permit its deviation from 807 KAR 5:001, Section 11(2)(a), the Commission HEREBY ORDERS that:

1. Bullock Pen's motion to deviate from 807 KAR 5:001, Section 11(2)(a), is granted.

¹ 807 KAR 5:001, Section 6. 807 KAR 5:001, Section 11(2)(a), refers to Section 6. In its Application, Bullock Pen did not identify a specific regulation from which it sought to deviate, but instead sought a deviation "necessary to accommodate any situation where inflexible compliance with a regulation would be impractical or which would hinder the District's daily operations." App. ¶ 14. Its references to the period covered by its financial audit report reflect a recognition that a deviation from 807 KAR 5:001, Section 11(2)(a), is necessary. The Commission will consider Bullock Pen's request as a motion to deviate from 807 KAR 5:001, Section 11 (2)(a).

2. Bullock Pen's application is considered filed as of the date of this Order.
3. Nothing contained in this Order shall preclude the Commission from requiring the production of information regarding Bullock Pen's financial condition or operations since December 31, 2011.

By the Commission



ATTEST:

Stephanie Bell for Jeff Peron
Executive Director

Bobby J Burgess
Chairman
Bullock Pen Water District
One Farrell Drive
P. O. Box 188
Crittenden, KY 41030